

**In the Claims:**

Kindly amend the claims as follows:

(CURRENTLY AMENDED) An insurance method comprising:

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receiving benefits from an owner or insured's existing insurance policy;  
charging an owner or insured a premium for a new insurance policy;  
calculating said premium based on AHL factors with a data processing  
apparatus; and  
transferring irrevocably at least a portion of said benefits from said owner or  
insured's existing insurance policy to an entity.

2. (PREVIOUSLY PRESENTED) The method in claim 1, further comprising  
calculating said premium based on QC factors.

3. (PREVIOUSLY PRESENTED) The method of claim 1, wherein said entity  
is a beneficiary.

4. (PREVIOUSLY PRESENTED) The method of claim 1, wherein said entity  
is a new insurance carrier.

5. (PREVIOUSLY PRESENTED) The method of claim 1, wherein said  
premium is lowered in proportion to the lower said insured's health.

6. (PREVIOUSLY PRESENTED) The method of claim 4, wherein said new  
insurance company reduces reserves needed for claims.

7. (PREVIOUSLY PRESENTED) The method of claim 4, wherein said new  
insurance company does not require reinsurance.

8. (PREVIOUSLY PRESENTED) The method of claim 1, wherein said  
owner or insured is guaranteed a certain level of income.

9. (PREVIOUSLY PRESENTED) The method of claim 1, wherein said  
owner or insured is not taxed on distributions from said new insurance  
policy.

10. (CURRENTLY AMENDED) An insurance method, comprising:

reviewing an owner or insured's insurance policy holdings;  
reapportioning said owner or insured's insurance policy holdings per AHL factors  
with a data processing apparatus; and

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providing said owner or insured a contract so that if said owner or insured pays a newly calculated lower or non-existent premium if the insured has deteriorated health, then said owner or insured's contract will remain in force.

11. (PREVIOUSLY PRESENTED) The insurance method of claim 10, further comprising reapportioning said owner or insured's insurance policy holdings per QC factors.
12. (PREVIOUSLY PRESENTED) The insurance method of claim 10, wherein said reviewing occurs when no great life change has occurred.
13. (PREVIOUSLY PRESENTED) The insurance method of claim 10, wherein said reapportioning occurs to achieve optimal insurance coverage based upon AHL factors.
14. (PREVIOUSLY PRESENTED) The insurance method of claim 1, wherein a death benefit is reduced.
15. (PREVIOUSLY PRESENTED) The insurance method of claim 10, wherein a death benefit is reduced.
16. (CURRENTLY AMENDED) The method of claim 10, further comprising sharing the benefits of said owner or insured's insurance policy in return for providing said owner or insured said-guarantee a guranteed certain level of income.
17. (CURRENTLY AMENDED) An insurance method, comprising:  
  
reviewing the an insured's AHL factors of a person having insurance, said rewieing done with a data processing apparatus;  
offering a contract to the insured person having insurance which only pays out a benefit to the person having insurance if the insured person having insurance lives longer than an agreed upon period of time.